

FISCAL NOTE

Bill #: HB0450

Title: Clarify transfer or sale of Whitefish and Bozeman armories

Primary

Sponsor: Bob Lawson

Status: As Introduced

Sponsor signature	Date	Chuck Swysgood, Budget Director	Date
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Fiscal Summary

	<u>FY2002 Difference</u>	<u>FY2003 Difference</u>
Net Impact on General Fund Balance:	-0-	-0-

<u>Yes</u>	<u>No</u>		<u>Yes</u>	<u>No</u>	
	X	Significant Local Gov. Impact		X	Technical Concerns
	X	Included in the Executive Budget	X		Significant Long-Term Impacts
	X	Dedicated Revenue Form Attached	X		Family Impact Form Attached

Fiscal Analysis

ASSUMPTIONS:

1. The Bozeman and Whitefish armories will not be sold. The armories will be transferred to a public entity pursuant to 77-2-351, MCA.
2. The building value for the Bozeman Armory is \$2,623,022, based on the property values provided by the Risk Management and Tort Defense Division.
3. The building value for the Whitefish Armory is \$744,630, based on the property values provided by the Risk Management and Tort Defense Division.
4. The Bozeman and Whitefish armories were going to be sold.
5. The proceeds from the sale of the armories were going to be used to pay a portion of the G.O. debt service on the bonds issued for construction of the new Bozeman and Kalispell armories.
6. The proceeds from the sale were going to be available in FY 2005 and be deposited in the general fund for this purpose.

7. The general fund will now have to pay the entire debt service on the bonds issued for construction of the new Bozeman and Kalispell armories.

LONG-RANGE IMPACTS:

The proceeds from the sale of the Bozeman and Whitefish armories (now estimated to be approximately \$3,367,652) were to be available in FY 2005. The proceeds were going to be used to reduce the amount of bond issued required or to pay a portion of the G.O. debt service on the bonds issued for construction of the new armories located in Bozeman and Kalispell. If the armories are transferred to a public entity instead of being sold, the general fund will have \$3,367,652 less for debt service for these projects.